

15 August 1979

MEMORANDUM FOR THE RECORD

Staff Meeting Minutes of 15 August 1979

The Director chaired the meeting. []

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The Director opened the meeting by announcing Bruce Clarke has accepted appointment as Deputy Director for National Foreign Assessment vice Mr. Bowie. []

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Stein reported briefly on two intelligence reports being released on 1) Soviet helicopters and 2) a detailed description of the Soviet T-72 tank; he noted these "TDs" will relieve pressure on Blue Border reporting. []

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Relatedly, the Director noted General Rogers, NATO, is at Headquarters this morning for briefings and expressed his pleasure that the General took time in his stateside visit for this briefing. []

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With praise for D/Security Gambino's role, Hetu reported how well prepared we were for the news story yesterday on the federal grand jury's espionage indictment of Navy Yeoman Madsen. Hetu said also Dave Sullivan (Senator Bentsen's assistant) has forwarded for our review an article he intends to publish soon in Foreign Affairs--"Shift in Strategic Balance."

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Hetu later alerted the Director that one of Representative Aspin's assistants, Fred Kaplan, an experienced free-lance writer, is doing an article described as a wrap-up on the Paisley case. Hetu said he has offered standard research assistance at the regular fee to Kaplan and has asked that we be given an opportunity to review the finished piece prior to publication. []

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Relatedly, the Director spoke to the increasing security problem growing out of news articles by Richard Burt (NYT) relating to intelligence and that he mentioned this problem to the President yesterday. Noting his meeting with Burt tomorrow, the Director said he will discuss only organizational and personnel matters; he will not enter into substantive discussions, e.g., SALT. Clarke opined how Burt gets his information noting this reporter's many contacts in the Defense Community, e.g., Defense contractors. []

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Bowie expressed his pleasure with the appointment of Bruce Clarke as DD/NFA. He reported the oil estimate "World Oil Market in the Years Ahead" will be released in an unclassified version on Friday, 17 August, to government agencies and on Monday, 20 August, to the public. [] 25X1

[] reported Representative Aspin's Assistant Dick Anderson is researching the energy problem and will be visiting Headquarters for information Anderson feels would not be available elsewhere; [] sees 25X1
no problem at the moment but will remain alert. He said also we are providing briefings to a couple of members of Senator Biden's delegation traveling to the USSR--Senator Bradley on energy and Senator Levin on pollution. [] 25X1

[] noted Senator Huddleston will be in town next week shaping a new bill on Charters Legislation for introduction by 15 September. He said the SSCI is passing to the Department of Justice a revision concerning counterintelligence. The Director was chagrined that the Attorney General would plow this ground all over again. [] said Huddleston is also 25X1
concerned that the new Attorney General might review all the charter work done so far. [] 25X1

Silver reported the Attorney General's approval of procedures (S. 2-202 and S. 2-208) for implementing E.O. 12036. Regarding S. 2-208, Silver cited a particular problem--that the Attorney General will review approval in September 1980. Silver said he is preparing a memo for the Director's signature to the Attorney General objecting to this stipulation. [] 25X1

Silver said the FBI discovered, in its search of Navy Yeoman Madsen's apartment, a rich haul of sensitive intelligence material including NSA GAMMA documents. He noted that, while this is a classic case of espionage, we may be heading for a tough haul with the Department of Justice in this case. The Director said we must press for prosecution and noted even though Madsen was caught early we are not yet sure he hasn't passed sensitive information to others than the FBI agent who posed as an underworld intermediary. [] 25X1

Waller reported newsman Sam Jaffe has been trying to reach him. Waller has referred contact to the General Counsel. Waller speculated that Jaffe is seeking access to Nosenko regarding Jaffe's current predicament. [] 25X1

Mr. Carlucci asked if CIA has been exempted by OMB from the GSA ruling on employee parking fees. May said he is unaware; [] said he believes 25X1
this to be so, but will check it out. (Action: DDA & LC) [] 25X1

Shackley reported Libyan military buildup near the Egyptian border, noting three new SA-2 sites located 30 nautical miles from the border. [] 25X1

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The Director said he received a letter from Attorney General Bell expressing warm appreciation for a good and productive association with the intelligence community. []

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Noting Evans and Novak reporting of a Soviet naval task force visit to the Caribbean, the Director said State reporting of an accompanying Soviet nuclear-powered attack submarine should be given our attention. He warned against the President finding out about this submarine from Evans and Novak before hearing from the intelligence community. []

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The Director said in his visit to the White House yesterday, both the President and Vice President were effusive in their compliments regarding intelligence testimony on the Hill re SALT verification. The Director again extended his appreciation to all who worked so hard in helping him in this regard. []

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Relatedly, the Director said the President commented briefly on work already underway on SALT III. The Director advised that NFAC, RM, and CT focus their thinking on this toward producing a paper on what we see as potential verification problems and issues, e.g., on-site inspection re SALT III. The Director said he would follow this up further when he can meet with Dr. Brzezinski. (Action: NFAC, RM, & CT) []

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[] summarized serious implications for CIA found in his overnight review of the State/OMB recommendation to the President for reducing U.S. employment abroad. Discussion followed on specifics and how the Director should respond to the NSC Staff request for comment by close of business today. The Director provided guidance on items he wants included in the response being developed by an interdirector task force headed by [] with inputs from RMS and CTS. []

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